

## **CAPTURING VALUE: PRICING AND REVENUE**

This worksheet will help you explore how your venture can capture value with different pricing models (a.k.a. revenue models). It will also help you think about different models' implications for your venture.

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Identify similar products' price points and revenue models for comparisons.

Consider what would be next to it on a shelf or searched for on Amazon that is similar. Also look at complementary products people may already be buying. Comparable prices can give a starting point for what people could be willing to pay.

PRODUCT/SERVICE	PRICE	WHO PAYS & WHEN	NOTES

Imagine that your business had each of the revenue models below.

As you go, discuss how each model fits your venture - or doesn't. Which make(s) the most sense? How would your offering change for different revenue models? Could you have multiple sources of revenue?



One-time price or fee Do you have a high manufacturing cost to recover?



Give a product, sell the service Will you make most of



Sell a product, give the service If your products aren't your profit on the service? unique, could your service be more unique?



Subscription Do you deliver value over time?



Is there a benefit to

product / service as

people using your

often as possible?



Commissions Would it be better for users to pay only when they are making money?



Pay-as-you-go / pay-per- Subsidize part of

Do costs go up with use? Is this something people only need sometimes?





the cost Can you lower the cost for your users to get into your "system"?

B2B Licensing Would a business pay for individual employees to use your tool on an ongoing basis?

Membership



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## Identify some possible revenue models.

From the examples on the previous page, choose and map out 2-3 revenue models you could prototype that would make sense for your venture. Sketch if you can.

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